GOVERNMENT OF INDIA
STEEL
LOK SABHA

STARRED QUESTION NO:63
ANSWERED ON:16.08.2007
INVESTMENT PROPOSAL OF SAIL AND RINL
Acharia Shri Basudeb

Will the Minister of STEEL be pleased to state:

(a) whether Steel Authority of India Ltd.(SAIL) and Rashtriya Ispat Nigam Ltd.(RINL) have proposed to invest Rs. 50,000 crore for augmenting steel production in the country by 2010;

(b) if so, the details thereof; and

(c) the action taken/proposed to be taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF CHEMICALS & FERTILIZERS AND MINISTER OF STEEL (SHRI RAM VILAS PASWAN)

(a)to(c): A Statement is laid on the Table of the Lok Sabha.

STATEMENT REFERRED TO IN REPLY TO PARTS (A) TO (C) OF THE LOK SABHA STARRED QUESTION NO.63 TO BE ANSWERED ON 16th AUGUST, 2007 TABLED BY SHRI BASUDEB ACHARIA, MEMBER OF PARLIAMENT REGARDING INVESTMENT PROPOSAL OF SAIL & RINL.

(a) to (c): Steel Authority of India Ltd.(SAIL) and Rashtriya Ispat Nigam Ltd.(RINL) are undertaking ambitious modernization and expansion plans. SAIL proposes to modernize and expand capacity at its plants to increase production of hot metal from present level of 14.6 million tonnes per annum (2006-07) to 26 million tonnes per annum by the year 2010-11 at a present indicative cost of Rs. 49,000 Crores. Apart from augmenting the production capacity at the plants, the plan also envisages removal of technological obsolescence, reduction in energy consumption, improvement in product mix, up gradation of pollution control measures and augmentation of infrastructure facilities in all the plants to support higher production.

SAIL has already approved the expansion of all major steel plants viz. IISCO Steel Plant, Bokaro Steel Plant, Bhilai Steel Plant, Rourkela Steel Plant, Durgapur Steel Plant and Salem Steel Plant. Plant-wise details of the expansion plan are given as under:

SAIL	Current Production Capacity of hot metal (Million Tonnes)	Proposed Capacity of hot metal (Million Tonnes)	Cost@
ISP	0.78	2.91	Rs.8,871 Crores
DSP	2.06	3.5	Rs.5,549 Crores
RSP	2.12	4.5	Rs.7,668 Crores
BSL	4.59	7.44	Rs.8,399 Crores
BSP	4.82	7.5	Rs.11,262 Crores
SSP	0.18@@	0.34@@	Rs.1,419 Crores

(@ Excluding sustenance schemes)
(@@ Saleable Steel)

The Rashtriya Ispat Nigam Ltd. (RINL) proposes to expand its capacity to increase production of hot metal from the present level of 4.05 million tonnes per annum (2006-07) to 6.50 million tonnes per annum by the year 2009-10 at a present indicative cost of Rs.11,200 Crore. The work has commenced.